Pareekh Trading

AUDIT REPORT

A. Y.

2017 - 18

FORM NO. 3CB
[See rule 6G(1)(b)]
Audit report under section 44AB of the Income-tax Act, 1961, in the case of a person referred to in clause (b) of sub-rule (1) of rule 6G

1. **I** have examined the balance sheet as on **31/03/2017**, and the Profit and loss account for the period beginning from **01/04/2016** to ending on **31/03/2017** attached herewith, of **PAREKH DINESHBHAI HIMMATLAL** Address: PROP. OF PAREKH TRADING COMPANY, KHODIYAR CHAMBER, 12, BHAKTI NAGAR STATION PLOT, RAJKOT PAN: **ACYPP1331M**.

2. **I** certify that the balance sheet and the **Profit and loss account** are in agreement with the books of account maintained at the head office at **RAJKOT** and **000** branches.

3. (a) **I** report the following **Observations**; if any:

--- NIL ---

(b) Subject to above,-
(A) **I** have obtained all the information & explanations which, to the best of **my** knowledge and belief, were necessary for the purpose of the audit.
(B) In **my** opinion, proper books of account have been kept by the head office and branches of the assessee so far as appears from **my** examination of the books.
(C) In **my** opinion and to the best of **my** information and according to the explanations given to **me**, the said accounts, read with notes thereon, if any, give a true and fair view:-
(i) in the case of the balance sheet, of the state of the affairs of the assessee as at 31st March, **2017**; and
(ii) in the case of the **Profit and loss account** of the **Profit** of the assessee for the year ended on that date.

4. The statement of particulars required to be furnished under section 44AB is annexed herewith in Form No. 3CD.

5. In **my** opinion and to the best of **my** information and according to the explanation given to **me**, the particulars given in the said form No.3CD are true and correct subject to following observation/qualifications, if any:-

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FRN:- 132198W

Chandresh. J. L

** Signed

Place: **RAJKOT**
Date : **20/09/2017**

Name **CHANDRESH J. LATHIGARA**
Membership No. **140102**
Firm Regn. No. **132617W**
Address **Giriraj,**
B-161, Shastri Nagar,
Nana Mava Main Road,
Rajkot

Form 3CD
[See rule 6G(2)]
Statement of particulars required to be furnished under section 44AB of the Income-tax Act, 1961

PART A

1. Name of the Assessee **PAREKH DINESHBHAI HIMMATLAL**

2. Address **PROP. OF PAREKH TRADING COMPANY, KHODIYAR CHAMBER, 12, BHAKTI NAGAR STATION PLOT, RAJKOT**

3. PAN **ACYPP1331M**

4. Whether the assessee is liable to pay indirect tax like excise duty, service tax, sales tax, customs duty etc. **Yes**
If yes, furnish registration number or any other identification number alloted for the same

Sales Tax / VAT	24590400476	GUJARAT
Sales Tax / VAT	24090400476	GUJARAT

5. Status **Individual**

6. Previous year ended **From 01/04/2016 To 31/03/2017**

7. Assessment Year **2017-18**

8. Indicate the relevant clause of section 44AB under which the audit has been conducted **44AB(a)**

PART B

9. (a) If firm or Association of Persons, indicate names of partners/members and their profit sharing ratios **N.A.**

(b) If there is any change in the partners or in their profit sharing ratios since the last date of the preceding year, the particulars of such change **N.A.**

10. (a) Nature of Business or profession carried on during the previous year

0204	Trading - Others

(b) If there is any change in the nature of business or profession, the particulars of such change **No Change**

11. (a) Whether books of account are prescribed u/s 44AA if yes, list of books so prescribed **No**

(b) List of Books of account maintained and the address at which the books of accounts are kept

Computerised Ledger Book, Cash Book, Etc	(Computerised)	PAREKH TRADING COMPANY, KHODIYAR CHAMBER, 12-BHAKTINAGAR STATION PLOT, RAJKOT

(c) List of books of account and nature of relevant documents examined

Computerised Ledger Book, Cash Book, Etc

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12. Whether the profit and loss account included any profits and gains assessable on presumptive basis if yes, indicate the amount and the relevant section (44AD, 44ADA, 44AE, 44AF, 44B, 44BB, 44BBA, 44BBB, Chapter XII-G, First Schedule or any other relevant section) **No**

13. (a) Method of accounting employed in the previous year **Mercantile system**

(b) Whether there had been any change in the method of accounting employed vis-vis the method employed in the immediately preceding previous year **No**

(c) If answer to (b) above is in the affirmative, give details of such change and the effect thereof on the profit or loss

(d) Whether any adjustment is required to be made to the profit or loss for complying with provisions of income computation and disclosure standards notified under section 145(2) **No**

(e) If (d) is Yes, give details:-

(f) Disclosure as per ICDS

ICDS	**Disclosure**

14. (a) Method of valuation of closing stock employed in the previous year
AT COST OR MARKET PRICE WHICHEVER IS LOWER

(b) Details of deviation, if any, in the method of valuation prescribed u/s 145A & the effect thereof on profit/loss **No Deviation**

15. Particulars of the capital asset converted into stock-in-trade **N.A.**
(a) Description of capital asset
(b) Date of acquisition
(c) Cost of acquisition
(d) Amount at which the asset is converted into stock-in-trade

16. Amounts not credited to the profit and loss account, being,-
(a) the items falling within the scope of section 28 **NIL**
(b) the proforma credits, drawbacks, refund of duty of customs or excise or service tax, or refund of sales tax or value added tax, where such credits, drawbacks or refunds are admitted as due by the authorities concerned **NIL**
(c) escalation claims accepted during the previous year **NIL**
(d) any other item of income **NIL**
(e) Capital receipt, if any **NIL**

17. Where any land or building or both is transferred during the previous year for a consideration less than value adopted or assessed or assessable by any authority of a State Government referred to in section 43CA or 50C, please furnish details **N.A.**

18. Particulars of depreciation allowable as per the Income-tax Act, 1961 in respect of each asset/block of asset, as the case may be, in the following form:-

Block of Assets	**Rate%**	**ActualCost/WDV**	**Depreciation**	**Closing WDV**
1 Plant & Machinary	15%	578267	86740	491527
5 Plant & Machinary	60%	4681	2809	1872
8 Building	5%	21913	1096	20817

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9 Building	10%	155945	15595	140350
11 Furniture & Fittings	10%	23314	2331	20983

19. Amounts admissible under sections-

Section	Amount(a)	Amount(b)
33AB	NIL	NIL
33ABA	NIL	NIL
32AC	NIL	NIL
35ABA	NIL	NIL
35ABB	NIL	NIL
35AC	NIL	NIL
35CCA	NIL	NIL
35CCB	NIL	NIL
35D	NIL	NIL
35DD	NIL	NIL
35DDA	NIL	NIL
35E	NIL	NIL
35(1)(i)	NIL	NIL
35(1)(ii)	NIL	NIL
35(1)(iia)	NIL	NIL
35(1)(iii)	NIL	NIL
35(1)(iv)	NIL	NIL
35(2AA)	NIL	NIL
35(2AB)	NIL	NIL
35AD	NIL	NIL
35CCC	NIL	NIL
35CCD	NIL	NIL

(a) Amount Debited to Profit & Loss Account
(b) Amount admissible as per the provisions of the Income-tax Act, 1961 and also fulfils the conditions if any specified under the relevant provisions

20. (a) Any sum paid to an employee as bonus or commission for services rendered, where such sum was otherwise payable to him as profits or dividend [Section 36(1)(ii)] **NIL**

(b) Any sum received from employee towards contributions to any provident fund or superannuation fund or any other fund mentioned in section 2(24)(x) and due date for payment and the actual date of payment to the concerned authorities under section 36(1)(va) **NIL**

21. a) Details of amounts debited to the profit and loss account, being:-
- Expenditure of Capital Nature **NIL**
- Expenditure of Personal Nature **NIL**
- Expenditure on Advertisement of any souvenir, brochure, tract, pamphlet or like, published by a Political Party **NIL**
- Expenditure incurred at clubs being entrance fees and subscriptions **NIL**
- Expenditure incurred at clubs being cost for club services and facilities used **NIL**
- Expenditure by way of penalty or fine for violation of any law for the time being in force **NIL**
- Expenditure by way of penalty or fine for violation

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23. Particulars of payments made to persons specified u/s 40A(2)(b)

Name of Person	P.A.N.	Payment Amount	Nature of Transaction	Relation
RISHI D. PAREKH	ALEPP6088Q	4657301	CURRENT ACCOUNT	RELATIVE
RISHI D. PAREKH	ALEPP6088Q	141561	CONTRAT WORK	RELATIVE
RITA D. PAREKH	ADKPP4720B	362131	CONTRAT WORK	RELATIVE
PAREKH STEEL	ADKPP4720B	3189357	CURRENT ACCOUNT	SISTER CONCERN

24. Amounts deemed to be profit & gains u/s 32AC/33AB/33ABA/33AC **NIL**

25. Any amount of profit chargeable to tax u/s 41 and computation thereof **NIL**

26.(i) In respect of any sum referred to in clause (a),(b),(c), (d),(e) or (f) of section 43B, the liability for which:-

(A) pre-existed on the first day of the previous year but was not allowed in the assessment of any preceding previous year and was

(a) paid during the previous year **NIL**

(b) not paid during the previous year **NIL**

(B) was incurred in the previous year and was

(a) paid on or before the due date for furnishing the return of income of the previous year u/s 139(1)

Nature of Liablity	Amount	Section
CST	28071	43B(a)
TDS	525	43B(a)

(b) not paid on or before the aforesaid date **NIL**

(ii) State whether sales tax, customs duty, excise duty or any other indirect tax, levy, cess, impost etc. is passed thru the profit and loss account **No**

27. (a) Amount of Central Value Added Tax credits availed of or utilized during the previous year and its treatment in the profit and loss account and treatment of outstanding CENVAT credits in the accounts **NIL**

(b) Particulars of income or expenditre of prior period credited or debited to the profit and loss account **NIL**

28. Whether during the previous year the assessee has received any property being share of a company not being a company in which the public are substantially interested, without consideration as referred to in section 56(2)(viia) ? **No**

If yes, furnish the details of the same

29. Whether during the previous year the assessee has received any consideration for issue of shares which exceeds the fair market value of the shares as referred to in sec.56(2)(viib) **No**

If yes, furnish the details of the same

30. Details of any amount borrowed on hundi or any amount due thereon (including interest on the amount borrowed) repaid otherwise than through an account payee cheque [Sec.69D] **NIL**

31. (a) Particulars of each loan or deposit in an amount exceeding the limit specified in section 269SS taken or accepted during the previous year:-

Name & address of lender/depositor	P.A.N.	Loan/Deposit Amt	z	Maximum O/S	x	y

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DHIRENDRA N. PAREKH MUMBAI	AAKPP2302C	2700000	N	2700000	C	Y
DHWANI D. PAREKH RAJKOT	APEPP3532M	63040	N	63040	C	Y
H K PAREKH RAJKOT	ACXPP9680Q	20000	N	20000	C	Y
JAYANTKUMAR K. SHAH BHARUCH	ALBPS0613B	1475000	N	1475000	C	Y
N A MEHTA RAJKOT		28930	N	28930	C	Y

(z) Whether loan/deposit was squared up during the prevous year.
(x) Whether the loan/deposit was taken/accepted by cheque or bank-draft or use of ECS thru a bank a/c or otherwise.
(y) In case the loan/deposit was taken/accepted by cheque or bank-draft, whether the same was taken/accepted by an a/c payee cheque or a/c payee bank draft.

(b) Particulars of each specified sum in an amount exceeding the limit specified in section 269SS taken or accepted during the previous year:- **N.A.**
(i) name, address and PAN of the person whom specified sum is received
(ii) amount of specified sum take or accepted
(iii) whether the sum was taken or accepted by cheque or bank draft or use of electronic clearing system through a bank account
(iv) in case the sum was taken or accepted by cheque or bank draft, whether the same was taken or accepted by an account payee cheque or an account payee bank draft

(c) Particulars of each repayment of loan or deposit or any specified advance in an amount exceeding the limit specified in section 269T made during the previous year:- **N.A.**
(i) name, address and PAN of the payee
(ii) amount of the repayment
(iii) maximum amount outstanding in the account at any time during the previous year
(iv) whether the repayment was made by cheque or bankdraft or use of ECS through bank a/c.
(v) in case the repayment was made by a cheque or bank draft, whether the same was made by an a/c payee cheque or an a/c payee bank draft

(d) Particulars of repayment of loan or deposit or any specified advance in an amount exceeding the limit specified in section 269T received otherwise than by a cheque or bankdraft or ECS:- **N.A.**
(i) name, address and PAN of the payer
(ii) amount of the repayment

(e) Particulars of repayment of loan or deposit or any specified advance in an amount exceeding the limit specified in section 269T received by a cheque/bankdraft, which is not a/c payee:- **N.A.**
(i) name, address and PAN of the payer
(ii) amount of the repayment

32. (a) Details of B/F loss or depreciation allowance, to the extent available:

AssYear	Nature of loss/allowance	Return Amount	Assessed Amt.	Order u/s and Date	Remarks

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N.A.

(b) Whether a change in shareholding of the company has taken place in the previous year due to which the loss incurred prior to the previous year cannot be allowed to be carried forward in terms of secion 79 **N.A.**

(c) Whether the assessee has incurred any speculation loss referred to in section 73 has during the previous year If yes, furnish the details of the same **No**

(d) Whether the assessee has incurred any loss referred to in section 73A in respect of any specified business during the previous year If yes, furnish the details of the same **No**

(e) In case of a company, please state that whether the company is deemed to be carrying on a speculation business as referred in explanation to section 73 If yes, furnish the details of speculation loss, if any incurred during the previous year **N.A.**

33. Section-wise details of deductions admissible under Chapter VIA

Section	Amount
80C	150000
80D	16000
80TTA	564

34. (a) Whether the assessee is required to deduct or collect tax as per the provisions of Chapter XVII-B or XVII-BB If yes, please furnish: **Yes**

TAN	Section	Nature of Payment	(4)	(5)	(6)	(7)	(8)	(9)	(10)
RKTP01965F	194C	Payments to Contra	503692	503692	503692	5041	0	0	0

(4) Total amount of payment or receipt of the nature specified (5) Total amount on which tax was required to be deducted or collected out of [4] (6) Total amount on which tax was deducted or collected at specified rate out of [5] (7) Amount of tax deducted or collected out of [6] (8) Total amount on which tax was deducted or collected at less than specified rate (9) Amount of tax deducted or collected out of [8] (10) Amount of tax deducted or collected NOT deposited to the credit of the Central Government out of [6] and [8].

(b) Whether the assessee has furnished the statement of tax deducted or tax collected within the prescribed time If not, please furnish the details: **No**

TAN	Form	Due Date	Furnish Date	Whether the statement of tax deducted or collected contains information about all transactions which are required to be reported
RKTP01965F	26Q	15/05/2017	15/04/2017	Yes
RKTP01965F	26Q	15/01/2017	24/01/2017	Yes
RKTP01965F	26Q	15/10/2016	21/10/2016	Yes
RKTP01965F	26Q	15/07/2016	19/07/2016	Yes

(c) Whether the assessee is liable to pay interest under section 201(1A) or section 206C(7) ? If yes, please furnish the details: **No**

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35. (a) In case of a trading concern, given quantitative details of principal items of goods traded:

Item Name	Unit	Opening Stock	Purchases	Sales	Closing Stock	Shortage/Excess
MISC ITEMS	999	7141.00	214634.00	214840.00	6935.00	0.00

(b) In case of a manufacturing concern, given quantitative details of principal items of raw material, finished products and by-products:

(A) Raw materials:

Item Name	Unit	Opening Stock	Purchases	Consumption	Sales	Closing Stock	yield of goods	%yield Shortage/Excess
		N.A.						

(B) Finished products:

Item Name	Unit	Opening Stock	Purchases	Manufactured	Sales	Closing Stock	Shortage/Excess
		N.A.					

(C) By-products:

Item Name	Unit	Opening Stock	Purchases	Manufactured	Sales	Closing Stock	Shortage/Excess
		N.A.					

36. In the case of a domestic company, details of tax on distributed profits under section 115-O **N.A.**

37. Whether any cost audit was carried out ? **N.A.**
if yes, give the details, if any, of disqualification or disagreement on any matter/item/value/quantity as may be reported/identified by the cost auditor

38. Whether any audit was conducted under the Central Excise Act, 1944 **N.A.**
if yes, give the details, if any, of disqualification or disagreement on any matter/item/value/quantity as may be reported/identified by the cost auditor

39. Whether any audit was conducted u/s 72A of the Finance Act, 1994 in relation to valuation of taxable services ? **N.A.**
if yes, give the details, if any, of disqualification or disagreement on any matter/item/value/quantity as may be reported/identified by the cost auditor

40. Details regarding turnover, gross profit etc., for the previous year and preceding previous year:-

Particulars	Previous Year	Preceding Prv.Year
1. Total Turnover of the Assessee	10634129	13675883
2. Gross profit/Turnover	10.49%	11.56%
3. Net profit/Turnover	6.27%	3.49%
4. Stock-in-trade/Turnover	4.21%	3.68%
5. Material consumed/Finished goods produced	N.A.	N.A.

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41. Details of demand raised or refund issued during the previous year under any tax laws other than Income-tax Act, 1961 and Wealth-tax Act, 1957 alongwith details of relevat proceedings **N.A.**

** Signed

Place: **RAJKOT**
Date : **20/09/2017**

Name **CHANDRESH J. LATHIGARA**
Membership No. **140102**
Firm Regn. No. **132617W**
Address **Giriraj,**
B-161, Shastri Nagar,
Nana Mava Main Road,
Rajkot

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